## SECOND REGULAR SESSION

## House Concurrent Resolution No. 40

## 97TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVES SCHATZ (Sponsor), BARNES, FREDERICK, KORMAN, RIDDLE, SCHARNHORST, HOUGHTON, ELMER, HINSON, HOUGH, REDMON, WHITE, DAVIS, SOMMER, BERRY, KELLY (45), HAMPTON, NEELY, CURTMAN, WIELAND, MCGAUGH, WOOD, GANNON, PFAUTSCH, LANT, KOENIG, PIKE, LYNCH, FITZWATER, FRANKLIN AND HICKS (Co-sponsors).

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	WHEREAS, the United States and the world find themselves dependent on China for				
2	a group of minerals and metals known as "Rare Earth Elements" (REEs) that are critical to man				
3	commercial, environmental, and defense applications; and				
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5	WHEREAS, REEs represent the only known bridge to the next level of improved				
6	performance in the material properties for many metallurgical alloys, electrical conductivity,				
7	radio-active shielding, and instrument sensitivity; and				
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9	WHEREAS, thorium is a naturally occurring companion element to the REEs which can				
10	be extracted as a by-product of rare earth mining at no additional expense and without creating				
11	additional mining waste; and				
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13	WHEREAS, thorium can be used as a highly effective, non-polluting fuel in a fission				
14	power plant (Molten Salt Reactor; MSR) because it is a slightly radioactive material, five				
15	hundred fifty times more abundant than uranium-235 needed for nuclear power; and				
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17	WHEREAS, thorium is not harmful except through extreme long-term exposure or				
18	unless it is inhaled as a very fine dust; and				
19	WWWDDDAG dark and the state of				
20	WHEREAS, thorium emits alpha rays which have no penetrating strength and cannot				
21	pass through human skin or thin plastic film; and				
22	WHERE AC 41 minutes in the land to make the state of the				
23	WHEREAS, thorium emits less harmful radiation than sunlight, radon from a gas stove				
<ul><li>24</li><li>25</li></ul>	top, potassium in a banana, X-rays, frequent air travel, and TSA full body scans; and				
	WIIEDEAC the United States has two mountited would along your court mines, the Dec				
<ul><li>26</li><li>27</li></ul>	<b>WHEREAS</b> , the United States has two permitted world-class rare earth mines – the Pea Ridge Mine in Washington County, Missouri, and the Mountain Pass Mine in California; and				
28	Ridge Mille III Washington County, Missouri, and the Mountain Fass Mille III Camorina, and				
28 29	WHEREAS, Missouri's Pea Ridge Iron Ore Mine has all sixteen of the recoverable				
30	REEs and would produce rare earths as a by-product of iron ore mining. Mountain Pass,				
30	KEE's and would produce rate earths as a by-product of from ore mining. Mountain Pass,				

currently the only operating U.S. rare earth mine, only has eight of the sixteen recoverable REEs, will be shipping all of its high value rare earths to China for refining; and

**WHEREAS**, the United States has no refining facilities to process the rare earths from the Pea Ridge Mine or manage the thorium by-product; and

**WHEREAS**, other U.S. mining operations, like Pea Ridge, have a history of dumping valuable rare earths into tailings lakes because no rare earth refining and thorium storage facilities currently exist; and

**WHEREAS**, the amount of rare earth dumping in the U.S. mining industry alone, due to thorium disposal vs. thorium storage options, exceeds U.S. demand by as much as five hundred percent; and

**WHEREAS**, by aggregating all available rare earths into a single facility the U.S. can end China's monopoly control and safe storage of thorium; and

**WHEREAS**, this facility could offer guaranteed rare earth supply contracts to technology companies currently forced to relocate to China for guaranteed supply contracts, this centrally located facility could attract technology companies and manufacturers of high value goods into the region; and

**WHEREAS**, this centralized rare earth facility could pass all of the thorium liabilities to a thorium bank, a separate entity charged with safe storage and the authority to develop uses and markets for thorium, including energy; and

WHEREAS, this thorium bank could commercially develop the thorium MSR; and

**WHEREAS**, this reactor technology was developed and proven in U.S. National Laboratories during the 1950s to the late 1960s; and

WHEREAS, President John F. Kennedy requested a report from Glenn Seaborg, acting as Head of the Atomic Energy Commission, about the future of U.S. nuclear energy policy in the context of a broader national energy policy based on sustainability. In his letter to the president and in the Atomic Energy Commission report entitled "CIVILIAN NUCLEAR POWER ... a Report to the President – 1962" the commission called for the ultimate transition from the prevailing forms of nuclear power to the thorium MSR; and

WHEREAS, a thorium reactor does not require carbon-based fuels, does not emit any greenhouse gasses, does not need water for cooling, requires minimal setbacks and minimal space to create hundreds of megawatts of energy that can be distributed near or within load-consuming areas, and eliminates the need to construct large-scale energy projects that interfere with the natural environment due to its abundance thorium would not require any direct mining

and could supply the world's energy needs from current mining waste for thousands of years, and thorium reactors would have less environmental impact than any alternative source of energy, including coal, natural gas, ethanol, wind or solar; and

WHEREAS, a thorium MSR could utilize nearly one hundred percent of all available energy from its nuclear fuel, resulting in less than one percent of the fuel becoming spent fuel – also called nuclear waste; and

WHEREAS, current civilian LWR technology utilizes less than three percent of the available energy from its nuclear fuel, resulting in the creation of hazardous trans-uranic fission products that contaminate all of the fuel, resulting in the accumulation of over seventy-seven thousand tons of spent fuel; and

**WHEREAS**, the United States Congress, the Department of Energy and the Nuclear Regulatory Commission have failed to develop an agreeable storage site or any long-term plan for the remediation of spent fuel; and

WHEREAS, while the waste of a uranium powered plant is toxic for more than one hundred thousand years, the spent fuel that is produced by a thorium powered plan is benign in less than three hundred years; and

WHEREAS, a thorium MSR power plant can be used to burn current stockpiles of nuclear waste – utilizing the ninety-seven percent energy availability to create energy while transmuting the hazardous fission products into safe, stable, short lived isotopes and even useful isotopes, thus greatly reducing the amount of spent fuel requiring geologic storage; and

**WHEREAS**, thorium MSR power plants cannot "melt down", blow up, or produce widespread radioactive release; and

WHEREAS, thorium cannot be used to make nuclear weapons, thorium does not require any enrichment for energy use, and there is enough thorium in the United States alone to power the country at its current energy level for more than ten thousand years; and

**WHEREAS**, a thorium power plants can substitute or supplement aging power generating facilities and utilize existing turbine technologies without the need for laying a new grid; and

WHEREAS, through the development of a centralized rare earth refinery cooperative facility, the region could lead the free world in rare earth refining, metallurgy, component manufacturing and advanced technologies providing the only alternative to sourcing rare earth products from China by forced relocation of related technology facilities inside China; and

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security; and

116 WHEREAS, through the development of a centralized thorium bank all thorium by-117 products resulting from rare earth production can be managed and controlled in an 118 environmentally safe manner; and 119 120 WHEREAS, China's monopoly on production of REEs is poised to capture all emerging 121 technologies and manufacturing facilities from around the world, in exchange for supply 122 contracts; and 123 WHEREAS, Molycorp's integration into China's monopoly shows that China's National 124 125 Industrial Policy cannot be challenged by private investment alone. The United States must 126 develop a national domestic centralized rare earth refinery to survive; and 127 128 WHEREAS, absent any new production, Asia will soon consume one hundred percent 129 of the world's production of REEs; and 130 131 WHEREAS, unless the United States Congress creates a centralized rare earth refinery, China will continue to dominate the full value chain of rare earths, our rare earths will be sent 132 133 to China for processing and they will not come back for use in the United States; and 134 135 WHEREAS, unless the United States Congress ensures that the rare earth cooperative 136 can pass all thorium and related actinide liabilities to a thorium bank, private investors will not 137 fund the rare earth cooperative and these resources will continue to be dumped into the 138 environment; and 139 140 WHEREAS, unless the United States Congress empowers a thorium bank to develop 141 uses and markets for thorium, including energy, China will lead the world in the commercial development of this U.S.-based technology and further undermine our economy and national 142 143 security; and 144 145 WHEREAS, with its Pea Ridge Mine, central location inside the U.S., Mississippi River 146 access to the rest of the world, Missouri is an ideal location for the centralized rare earth refinery, making the midwest region the primary producer of rare earths outside of China, and the U.S. 148 the new high tech center for companies from around the world: 149 NOW, THEREFORE, BE IT RESOLVED that the members of the House of 150 Representatives of the Ninety-seventh General Assembly, Second Regular Session, the Senate 151 152 concurring therein, hereby: 153 154 1) Strongly support the development of a centralized REE refinery, as this will assist the Pea Ridge Mine in Washington County, Missouri, and many other U.S. mines rationally utilize 155 rare earth resources historically disposed of due to thorium, with the object of ending China's 156 rare earth monopoly, attracting technology and jobs to the region, and enhancing U.S. national 157

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2) Strongly urge the United States Congress to support the creation of a thorium bank that is fully authorized to store the thorium by-products related to rare earth production and develop uses and a market for thorium, including energy so as to challenge China's development of thorium energy; and

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3) Strongly support any legislation establishing a national rare earth refinery cooperative to combat the strong-arm tactics of the Chinese government and protect the United State's national defense, intellectual property, and economic interests; and

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**BE IT FURTHER RESOLVED** that the Chief Clerk of the Missouri House of Representatives be instructed to prepare a properly inscribed copy of this resolution for the Majority and Minority Leaders of the United States Congress and each member of the Missouri Congressional Delegation.

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